month following that in which the advance was drawn. Advances to temporary Government servants could be granted against a personal security of some permanent Government servant.

G. R. No. 6488/33, dated 3rd April 1947.

Income Tax (United Kingdom) :
Liability to — of officers intending to retire and take up permanent residence there.

Copies of the Memorandum* from the Government of India, Finance Department (Revenue Divsion), C. No. 26 (28) I.T./46, dated 13th February 1947, should be forwarded to the officers and Departments concerned for information and guidance in continuation of Government Endorsement, Finance Department, No. 9039-D of 7th May 1938.

G. E., F. D., No. 9039-D, dated 7th May 1938.

[Below copy of the Press Communique received with the endorsement No. C. No. 134-I-T/38, dated 6th April 1938, from the Government of India Finance Department, (Central Revenues).] Forwarded to all Departments of the Secretariat and Heads of offices, etc.

GOVERNMENT OF INDIA.

FINANCE DEPARTMENT (CENTRAL REVENUES).

New Delhi, the 6th April 1938.

PRESS COMMUNIQUE.

The following revised procedure has been prescribed by the Board of Inland Revenue in the United Kingdom for the assessment to British Income-tax of the emoluments of officers going to Great Britain or Northern Ireland on leave from India commencing with the Income-tax year 1936-37 :

Officers going to Great Britain or Northern Ireland on leave, who maintain a residence there or, if they do not maintain a residence, spend six months or more of the Income-Tax year in those countries, and officers going to either of those countries with the intention of taking up residence there are liable to assessment to British Income tax as persons residing in the United Kingdom.

It has been ruled that the India Office or the High Commissioner for India, as the case may be, is in law responsible for assessing and collecting tax on all payments made by either in respect of the year of charge, such payments including leave pay, overseas pay, remittances and allotments of pay and also arrears of pay issued in respect of that year, but not arrears of pay, etc., relating to previous years.

Advances drawn in the United Kingdom in respect of pay due after the date of embarkation on return to India will continue to be exempt from liability to British Income Tax.

In the case of officers taking up residence in Great Britain or Northern Ireland on retirement, or while on leave pending retirement, no liability to tax will arise in respect of payments made by the India Office or the

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*Not printed in the Digest.